FEB 23 2010

BEFORE THE DEPARTMENT OF INSURANCE STATE OF NEBRASKA

FILED

STATE OF NEBRASKA DEPARTMENT OF INSURANCE,)
PETITIONER,) CONSENT ORDER
VS.	
PENNSYLVANIA LIFE INSURANCE COMPANY,) CAUSE NO. C-1815)
RESPONDENT	,

In order to resolve this matter, the Nebraska Department of Insurance ("Department"), by and through its attorney, Martin W. Swanson and Pennsylvania Life Insurance Company, ("Respondent"), mutually stipulate and agree as follows:

JURISDICTION

- 1. The Department has jurisdiction over the subject matter and Respondent pursuant to Neb. Rev. Stat. §§44-101.01, 44-135, 44-303 and §44-4047, et seq.
- 2. Respondent was licensed as a foreign insurance company under the laws of Nebraska at all times material hereto.

STIPULATIONS OF FACT

- 1. The Department initiated this administrative proceeding by filing a petition styled State of Nebraska Department of Insurance vs. Pennsylvania Life Insurance Company, Cause Number C-1815, on February 9, 2010. A copy of the petition was served upon Respondent's agent for services of process registered with the Department by certified mail, return receipt requested.
- 2. Respondent violated Neb. Rev. Stat. §§ 44-1524 and 44-1525(12) (Reissue 2004) as a result of accepting applications for insurance from Maureen Regan ("Regan"), a

licensed insurance producer who did not hold an appointment with Respondent. In a November 6, 2009 letter from Marquette Life Insurance Company to the Department, Respondent admitted that Regan's appointment submission was rejected due to a non-valid Social Security Number, was subsequently rejected a second time, and was, according to Respondent, not corrected thus leaving Regan as a non-appointed producer with the Respondent's company. A subsequent letter from Respondent, dated February 2, 2010, confirmed that Regan was also one of the writing agent/producers for Respondent. During the timeframe in question, the following policies were issued on behalf of Respondent, which denoted Regan as one of the writing agents:

- i. Policy #AC0046719 transaction dates 7/14/2008 and 7/16/2008;
- ii. Policy #AC0046720 transaction dates 7/14/2008 and 7/16/2008;
- iii. Policy #AC0047079 transaction dates 8/04/2008 and 8/12/2008; and
- iv. Policy #TM0047678 transaction dates 9/03/2008 and 10/01/2008.
- 3. Respondent was informed of their right to a public hearing. Respondent waives that right, and enters into this Consent Order freely and voluntarily. Respondent understands and acknowledges that by waiving their right to a public hearing, Respondent also waives their right to confrontation of witnesses, production of evidence, and judicial review.
- 4. Respondent admits the allegations contained in the Petition that they violated Neb. Rev. Stat. §§ 44-1524 and 44-1525(12) (Reissue 2004).

CONCLUSIONS OF LAW

It is the conclusion of the Director of Insurance that Respondent's conduct as alleged above constitutes multiple violations of Neb. Rev. Stat. §§ 44-1524 and 44-1525(12) (Reissue 2004).

CONSENT ORDER

It is therefore ordered by the Director of Insurance and agreed to by Respondent, Pennsylvania Life Insurance Company, that they shall pay an administrative fine of no less than \$4,000 due within thirty days after the Director of Insurance or her designee approves and signs this Consent Order. The Nebraska Department of Insurance shall retain jurisdiction of this matter for the purpose of enabling the Respondent or the Department to make application for such further orders as may be necessary. In witness of their intention to be bound by this Consent Order, each

party has executed this document by	y subscribing their signature below.
Martin W. Swanson, #20795 Attorney for Petitioner 941 O Street, Suite 400 Lincoln, NE 68508 (402) 471-2201	Pennsylvania Life Insurance Company, Respondent By: John T. Mackin
19 Feb 2010 Date	$\frac{3 - 18 - 10}{\text{Date}}$
State of Houda)) ss.
On this 18th day of) ss. Jebenary, 2010, John T. Mackin, a
representative of Pennsylvania Life	Insurance Company, personally appeared before me and read
this Consent Order, executed the san	ne and acknowledged the same to be his voluntary act and deed.

Notary Public

NOTARY PUBLIC-STATE OF FLORIDA
Darcy Heller
Commission #DD886841
Expires: MAY 05, 2013
BONDED THRU ATLANTIC BONDING CO., INC.

CERTIFICATE OF ADOPTION

I hereby certify that the foregoing Consent Order is adopted as the Final Order of the Nebraska Department of Insurance in the matter of State of Nebraska Department of Insurance vs. Pennsylvania Life Insurance Company, Cause No. C-1815.

STATE OF NEBRASKA DEPARTMENT OF INSURANCE

Ann M. Frohman Director of Insurance

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CERTIFICATE OF SERVICE

I hereby certify that a copy of the executed Consent Order was served upon Respondent by mailing a copy to Respondent's agent for service of process, Steve L. Carlton, 1001 Heathrow Park Lane, Lake Mary, FL 32746, by certified mail, return receipt requested on this 23rday of Hebruary.